Exhibit 3 to Disclosure Statement

Projections

record of Contract Deciming Revenue 5 6,800,000 2 6,189,8889 5,600,82,68 5,21,619,406 2,1,619,406		Actual		Year	Year	Year	Year	Year
S 6800,000 S 26,198,889 S 26,082,663 S 16,15,406 S 21,16,19,406 S 21,14,19,409	ME STATEMENTS	1st QTR 2011	Annualized	н	2	m	4	10
venue (6,800,000 26,199,889 26,058,267 21,619,406 21,61	ue Contract Drilling Revenue	\$ 6.800.000		\$ 26,058,263	\$ 21,619,406	\$ 21.619.406		\$ 21.619.406
Rey 341 2,170,039 8,800,714 8,742,547 6,994,038 6,994,038 6,994,038 6,994,038 2,737,160 2,737,170 2,600,00	Total Revenue	6,800,000	11	26,058,263	21,619,406	21,619,406	1 [21,619,406
Feb. Pack								
Inc./Shop/Safety	of Goods Sold Labor	2,170,039	8,800,714	8,742,547	6,994,038	6.994,038	6.994,038	6,994,038
Ites/Shop/Safety	Burden (Fringe, Tax, Work. Comp. and Per DEIM)	849,341	3,444,550	3,421,450	2,737,160	2,737,160	2,737,160	2,737,160
80,914 338,131 356,390 3276,390 3276,370 3276,390 3276,	Repairs/Supplies/Shop/Safety	709,146	2,875,981	2,855,986	2,284,788	2,284,788	2,284,788	2,284,788
tt of Goods Sold 109,500 109	Insurance	80,914	328,151	326,390	326,390	326,390	326,390	326,390
rof foods Sold 441,700 13,377,578 13,377,777 (1,057,108) (1,138,448) (1,138,448) (1,158,68) (1,158,68) (1,138,748) (1,138,68) (1,138,748) (1,138,68) (1,138,748) (1,138,68) (1,138,748) (1,138,68) (1,138,748,748) (1,138,748) (1,138,748) (1,138,748) (1,138,748) (1,138,748,748) (1,138,748) (1,138,748) (1,138,748) (1,138,748) (1,138,748,748) (1,138,748,748) (1,138,744,744,744) (1,138,744,744,744,744,744) (1,138,744,744,744,744,744,744,744,744,744,74	Rentals	183,826	745,517	741,879	593,503	593,503	593,503	593,503
offt 2,697,234 9,559,893 9,528,312 8,241,828 8	Property lax Total Cost of Goods Sold	109,500	444,083	441,700	441,700	441,700	441,/00	441,/00
roofft % contents 2,697,234 9,559,833 9,528,312 8,241,828 5,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828 2,541,828	foral Cost of Goods Sold	4,102,700	10,056,999	10,626,931	15,577,578	13,3/1/5/8	13,3//,5/8	13,577,578
Carrier Carr	Gross Profit Gross Profit %	2,697,234	9,559,893	9,528	8,241,828	8,241,828	8,241,	8,241,828
31% 2,078,918 7,052,279 6,828,312 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 5,541,828 2,600,000		618,316	2,507,615	2,700	2,700,000	2,700,000	2,700,	2,700,000
ization 917,710 2,600,000	4	2,078,918	7,052,279	6,828,312	5,541,828	5,541,828	5,541,828	5,541,828
ration 1417,710 2,600,000	Margin	31%	27%	76%	76%	26%	76%	79%
nse) ense (207,646) (250,000) ense (mobilization, top drive) (1,859,117) op Drive, Turnkey) typense) (1,127,278) (1,127,278) (1,131,131,138) (1,131,131,138) (1,131,131,138) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148) (1,131,131,138,148)	ciation & Amortization	917,710	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
ense (mobilization, top drive) (1,859,117) op Drive, Turnkey) typense) (1,127,278) (1,4127,277) (1,097,108) (1,118,168) (1,118,	ting Income	1,161,208	4,452,279	4,228,312	2,941,828	2,941,828	2,941,828	2,941,828
ense (mobilization, top drive) (1,859,117) - (45,629) (185,051) (247,730) (247,730) (247,730) (247,730) (247,730) (247,730) (247,730) (247,730) (247,730) (247,730) (225,000 (119,000) (173,000) (225,000) (173,000) (17	Income / (Expense) estructuring Expense	(207,646)	(000'055)			1	1	1
op Drive, Turnkey) 119 476 65,000 119,000 173,000 225,000 476 65,000 119,000 173,000 225,000 173,000 225,000 173,000 225,000 173,000 225,000 173,000 225,000 173,000 225,000 173,000 225,000 173,000 225,0	draordinary Expense (mobilization, top drive)	(1,859,117)	1 0	3	1			1
1,127,278	terest Expense than Davanua (Ton Orive Turnbay,)	(45,629)	(160,681)	(247,730)	(747,730)	(247,730)		(747,730)
(1,127,278) (734,575) (182,730) (128,730) (74,730) (22,730) 33,930 3,717,704 4,045,582 2,813,098 2,867,098 2,919,098 (1,499,904) (1,577,777) (1,097,108) (1,118,168) (1,138,448)	titet nevestid (10p Drive, Lutiney) terest Income	119	476	65,000	119,000	173,000	225,000	276,000
33,930 3,717,704 4,045,582 2,813,098 2,867,098 2,919,098 (1,449,904) (1,577,777) (1,097,108) (1,118,168) (1,138,448))ther Income (Expense)	(1,127,278)	(734,575)	(182,730)	(128,730)	(74,730)	(22,730)	28,270
(1,449,904) (1,577,777) (1,097,108) (1,118,168) (1,138,448)	e Before Income Tax	33,930	3,717,704	4,045,582	2,813,098	2,867,098	2,919,098	2,970,098
	e Taxes (39%)			(1,577,777)	(1,097,108)	(1,118,168)		(1,158,338)

SG&A Expense

EBITDA

Revenue

Costs of Goods Sold

INCOME STATEMENTS

Restructuring Expense Extraordinary Expense (mobilization, top drive)

Other Income / (Expense)

Operating Income

Depreciation & Amortization

EBITDA Margin

Interest Expense Other Revenue (Top Drive, Turnkey...)

Interest Income

Total Other Income (Expense) Income Before Income Tax Income Taxes (39%) Net Income

O G Leasing, LLC and Performance Drilling Debtors In Possession
Cases 10-01851 and 10-01852
Unsecured Alternative

INCOME STATEMENTS Revenue	9	7	80	6	10
0 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	\$ 21 610 406	¢ 21 £19 40£	\$ 21 619 406	\$ 21 619 406	\$ 21 619 406
Contract Drilling Neverlue Total Revenue	21,619,406	21,619,406	21,619,406	21,619,406	21,619,406
Costs of Goods Sold	6 994.038	6.994.038	6.994.038	6.994,038	6.994,038
Burden (Fringe, Tax, Work, Comp. and Per DEIM)	2,737,160	2,737,160	2,737,160	2,737,160	2,737,160
Repairs/Supplies/Shop/Safety	2,284,788	2,284,788	2,284,788	2,284,788	2,284,788
Insurance	326,390	326,390	326,390	326,390	326,390
Rentals	593,503	593,503	593,503	593,503	593,503
Property Tax	441,700	441,700	441,700	441,700	441,700
Total Cost of Goods Sold	13,377,578	13,377,578	13,377,578	13,377,578	13,377,578
Gross Profit	8,241,828	8,241,828	8,241,828	8,241,828	8,241,828
Gross Profit %	38%	38%	38%	38%	38%
SG&A Expense	2,700,000	2,700,000	2,700,000	2,700,000	2,700,000
ЕВІТDА	5,541,828	5,541,828	5,541,828	5,541,828	5,541,828
EBITDA Margin	76%	26%	76%	76%	76%
Depreciation & Amortization	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
Operating Income	2,941,828	2,941,828	2,941,828	2,941,828	2,941,828
Other Income / (Expense) Restructuring Expense	1			ı	•
Extraordinary Expense (mobilization, top drive) Interest Expense	(247,730)	(247,730)	(247,730)	(247,730)	(247,730)
Other Revenue (10p Drive, 1urnkey) Interest Income	328,000	380,000	431,000	483,000	535,000
Total Other Income (Expense)	80,270	132,270	183,270	235,270	287,270
Income Before Income Tax	3,022,098	3,074,098	3,125,098	3,177,098	3,229,098
income Taxes (39%)	(1,178,618)	(1,198,898)	(1,218,788)	(1,239,068)	(1,259,348)

BALANCE SHEETS Current Assets	05/31/211	Projected	Year 1	Year 2	Year 3	Year 4
Cash	\$ 3,404,814	\$ 2,554,814	\$ 2,554,814	\$ 2,554,814	\$ 2,554,814	\$ 2,554,814
Restricted Cash	10,311	1	,		1	,
Debt Service Account WSB			726,893	1,243,097	1,634,498	2,034,576
Debt Service Account 5. Deb.			3,444,686	6,257,565	8,912,094	11,602,665
Debt Service Account Sub. Deb.			•	•	•	1
Accounts Receivable, Net	6,336,875	6,336,875	5,354,438	4,442,344	4,442,344	4,442,344
Inventories	140,622	140,622	71,500	71,500	71,500	71,500
Prepaid & Other Current	1,030,293	1,030,293	909,293	909,293	909,293	909,293
Total Current Assets	10,922,915	10,062,604	13,061,623	15,478,613	18,524,543	21,615,192
Drilling Rigs and Related Equipment, Net	33,442,231	26,580,000	25,230,000	23,880,000	22,530,000	21,180,000
Other Assets, Net	2,916,016	2,824,500	2,864,500	2,904,500	2,944,500	2,984,500
Total Noncurrent Assets	36,358,247	29,404,500	28,094,500	26,784,500	25,474,500	24,164,500
Total Assets	\$ 47,281,162	\$ 39,467,104	\$ 41,156,123	\$ 42,263,113	\$ 43,999,043	\$ 45,779,692
Current Liabilities						
Accounts Payable	\$ 1,867,372	\$ 1,893,284	\$ 1,500,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000
Accrued Expenses	701,502	701,502	700,000	625,000	625,000	625,000
Property Taxes						
Notes Payable	135,891	216,000	192,000	168,000	155,000	155,000
Total Current Liabilities	2,704,765	2,810,786	2,392,000	2,143,000	2,130,000	2,130,000
Unsecured Plan Debt						
AP	1,016,499	1,016,499	656,499	296,499	296,499	296,499
Octane	4,108,100	ı		1		1
Senior Debentures Series 2009A	28,361,238	25,955,000	25,955,000	25,955,000	25,955,000	25,955,000
Subordinate Debentures Series 2009B Note Payable Sajac	8,605,564 289,457	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000
Total Unsecured	42,380,858	34,581,499	34,221,499	33,861,499	33,861,499	33,861,499
Debt Instruments						
Bank Debt	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177
Total Debt	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177
Shareholders' Equity		,				
Member Equity	(2,308,638)	(2,429,358)	38,447	1,754,437	3,503,367	5,284,016
Total Net Assets Total Liabilities & Equity	(2,308,638) \$ 47,281,162	(2,429,358) \$ 39,467,104	38,447 \$ 41,156,123	1,754,437 \$ 42,263,113	3,503,367 \$ 43,999,043	5,284,016 \$ 45,779,692

Performance Drilling Debtors in Po Cases 10-01851 and 10-01852 Unsecured Alternative
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BALANCE SHEETS Current Assets Cash Restricted Cash Debt Service Account WSB Debt Service Account Sub. Deb. Accounts Receivable, Net Inventories Prepaid & Other Current Total Current Assets Drilling Rigs and Related Equipment, Net Other Assets, Net Total Assets Current Liabilities Accounts Payable Accounts Payable Accured Expenses Property Taxes Notes Payable Total Current Liabilities Unsecured Plan Debt AP Octane Senior Debentures Series 2009A	Year 5 5 2,440,692 14,318,310 - 4,442,344 71,500 909,293 24,736,952 19,830,000 3,024,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,854,500 22,855,000 23,955,000 25,955,000 25,955,000	Year 6 5 2,554,814 2,852,963 17,059,519 17,059,519 17,059,519 27,890,432 27,890,432 27,890,432 27,890,432 27,890,432 27,890,432 27,890,432 21,544,500 21,544,500 21,544,500 21,544,500 22,5000 22,5000 22,5000 22,5000	Year 7 5 2,554,814 3,271,389 19,826,293 19,826,293 31,075,632 17,130,000 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500 20,234,500	Year 8 8 8 5 2,554,814 3,695,851 22,618,140 4,442,344 71,500 909,293 34,291,942 15,780,000 3,144,500 18,924,500 18,924,500 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000 2,130,000	Year 9 9 \$ 2,554,814 4,126,469 25,435,551 4,442,344 71,500 909,293 37,539,972 14,430,000 3,184,500 17,614,500 \$ 1,350,000 \$ 5,5154,472 \$ 1,350,000 \$ 25,955,000 2,5000 2,5000 2,5000	Year 10 \$ 2,554,814 4,504,177 25,955,000 2,382,593 4,442,344 71,500 909,293 40,819,721 13,080,000 3,224,500 16,304,500 16,304,500 2,135,000 2,135,000 2,135,000 2,135,000 2,130,000 2,55,955,000
Subordinate Debentures Series 2009B Note Payable Sajac Total Unsecured	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	
Debt instruments Bank Debt	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177	
Total Debt Shareholders' Equity	4,504,177	4,5U4,L/	4,504,177) - t'too't	, , , , , , , , , , , , , , , , , , ,	
Member Equity Total Net Assets Total Liabilities & Equity	7,095,776 7,095,776 \$ 47,591,452	8,939,256 8,939,256 \$ 49,434,932	10,814,456 10,814,456 \$ 51,310,132	12,720,766 12,720,766 \$ 53,216,442	14,658,796 14,658,796 \$ 55,154,472	

STATEMENTS OF CASH FLOWS	Actual 1st QTR	Year	Year	Year	Year	Year
Operating Activities	2011	-	7	6	4	ויי
Net Income	\$ 33,930	\$ 2,467,805	\$ 1,715,990	\$ 1,748,930	\$ 1,780,650	\$ 1,811,760
Depreciation & Amortization	917,710	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
Accounts Receivable	(1,923,189)	982,438	912,094	1	1	F
Inventory	213,527	69,122				
Prepaid and Other	(486,952)	121,000		•	4	r
Accounts Payable	1,260,471	(393,284)	(150,000)	ì	•	1
Accrued Expenses	72,739	(1,502)	(75,000)	r	ŗ	•
Sales Tax Payable	12,119	•	1	1	,	•
Amortized OID Interest	39,998	t	1		ı	1
	1	ì	1	,	•	1
Net Cash Flows from Operating Activities	140,353	5,845,579	5,003,084	4,348,930	4,380,650	4,411,760
Investing Activities						
Decrease in Restricted Cash	1	,	•	•	ı	,
Transportation and Other Equipment	ı	(40,000)	(40,000)	(40,000)	(40,000)	(40,000)
Drilling Equipment	188,700	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)
Net Cash Flows from Investing Activities	188,700	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)
Financing Activities						
Note Payable-Trucks	(2,696)	(24,000)	(24,000)	(13,000)	•	,
Note Payable-Insurance	(225,106)		,	1	F	,
WSB	1	(726,893)	(516,204)	(391,401)	(400,079)	(406,115)
Note Payable-Senior Debentures Series 2009B	1	(3,444,686)	(2,812,880)	(2,654,529)	(2,690,571)	(2,715,644)
Note Payable-Subordinate Debentures Series 2009B	r	,			1	ı
Accounts Payable/Accruals	,	(360,000)	(360,000)	1	r	
Net Cash Flows from Financing Activities	(230,802)	(4,555,579)	(3,713,084)	(3,058,930)	(3,090,650)	(3,121,760)
	100					
Net Change in Cash	167,86	•	ı	I	,	ı
Beginning Cash Ending Cash	2,997,580	2,554,814 \$ 2,554,814	2,554,814	2,554,814	2,554,814 \$ 2,554,814	2,554,814 \$ 2,554,814

Performance Drilling Debtors In Po	Cases 10-01851 and 10-01852	Unsecured Alternative
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STATEMENTS OF CASH FLOWS	Year	Year	Year	Year	Year	
Operating Activities	9	7	80	6	10	
Net income	\$ 1,843,480	\$ 1,875,200	\$ 1,906,310	\$ 1,938,030	\$ 1,969,750	
Depreciation & Amortization	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000	
Accounts Receivable	t			ı	1	
Inventory						
Prepaid and Other		1	F	ı	•	
Accounts Payable	ı	I	ŕ	ŧ	ı	
Accrued Expenses	ı	í	4	1	,	
Safes Tax Payable	ı	1	1	ι	•	
Amortized OID Interest	,		•	•	1	
Net Cash Flows from Operating Activities	4,443,480	4,475,200	4,506,310	4,538,030	4,569,750	
Investing Activities						
Decrease in Restricted Cash		1	1	ı		
Transportation and Other Equipment	(40,000)	(40,000)	(40,000)	(40,000)	(40,000)	
Drilling Equipment	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)	
Net Cash Flows from Investing Activities	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)	
Financing Activities						
Note Payable-Trucks	•	ı	1	1	•	
Note Payable-Insurance	•	1	t	,	•	
WSB	(412,271)	(418,426)	(424,463)	(430,618)	(377,708)	
Note Payable-Senior Debentures Series 2009B	(2,741,209)	(2,766,774)	(2,791,847)	(2,817,412)	(519,449)	
Note Payable-Subordinate Debentures Series 2009B	1	1	1	ı	(2,382,593)	
Accounts Payable/Accruals	,	1	1	ı	•	
Net Cash Flows from Financing Activities	(3,153,480)	(3,185,200)	(3,216,310)	(3,248,030)	(3,279,750)	
Net Change in Cash				,	V.	
			,			
Beginning Cash Ending Cash	2,554,814 \$ 2,554,814					

O G Leasing, LLC and Performance Drilling Debtors In Possessio Cases 10-01851 and 10-01852 Secured Alternative
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INCOME STATEMENTS	Actual 1st QTR 2011	Annualized	Year 1	Year 2	Year 3	Year 4	Year 5
Revenue Contract Drilling Revenue	\$ 6,800,000	\$ 26,198,889	\$ 26,058,263	\$ 21,619,406	\$ 21,619,406	\$ 21,619,406	\$ 21,619,406
Total Revenue	6,800,000	26,198,889	26,058,263	21,619,406	21,619,406	21,619,406	21,619,406
Corte of Goode Cold							
Costs of South	2,170,039	8,800,714	8,742,547	6,994,038	6,994,038	6,994,038	6,994,038
Burden (Fringe, Tax, Work. Comp. and Per DEIM)	849,341	3,444,550	3,421,450	2,737,160	2,737,160	2,737,160	2,737,160
Repairs/Supplies/Shop/Safety	709,146	2,875,981	2,855,986	2,284,788	2,284,788	2,284,788	2,284,788
Insurance	80,914	328,151	326,390	326,390	326,390	326,390	326,390
Rentais	183,826	745,517	741,879	593,503	593,503	593,503	593,503
Property Tax	109,500	444,083	441,700	441,700	441,700	441,700	441,700
Total Cost of Goods Sold	4,102,766	16,638,995	16,529,951	13,377,578	13,377,578	13,377,578	13,377,578
Gross Profit	2,697,234	9,559,893	9,528,312	8,241,828	8,241,828	8,241,828	8,241,828
Gross Profit %	40%	36%	37%	38%	38%	38%	38%
SG&A Expense	618,316	2,507,615	2,700,000	2,700,000	2,700,000	2,700,000	2,700,000
ЕВПЪА	2,078,918	7,052,279	6,828,312	5,541,828	5,541,828	5,541,828	5,541,828
EBITDA Margin	31%	27%	%97	79%	76%	76%	76%
Depreciation & Amortization	917,710	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
Operating Income	1,161,208	4,452,279	4,228,312	2,941,828	2,941,828	2,941,828	2,941,828
Other income / (Expense) Restructuring Expense	(207,646)	(000'055)		1	,		1
Extraordinary Expense (mobilization, top drive)	(1,859,117)	,					
Interest Expense Other Revenue (Top Drive, Turnkey)	(45,629)	(185,051)	(1,545,480)	(1,545,480)	(1,545,480)	(1,545,480)	(1,545,480)
Interest Income	119	476	58,000	000'86	138,000	176,000	214,000
Total Other Income (Expense)	(1,127,278)	(734,575)	(1,487,480)	(1,447,480)	(1,407,480)	(1,369,480)	(1,331,480)
Income Before Income Tax	33,930	3,717,704	2,740,832	1,494,348	1,534,348	1,572,348	1,610,348
Income Taxes (39%)		(1,449,904)	(1,068,925)	(582,796)	(268,396)	(613,216)	(628,036)
Net income	\$ 33,930	\$ 2,267,799	\$ 1671 908	\$ 911552	¢ 935 952	\$ 050 133	\$ 007 217

ases 10-01851 and 10-01852	Secured Alternative
	is 10-01851 and 10-01852

INCOME STATEMENTS	9	7	80	; 6 3	10
Revenue Contract Drilling Revenue	\$ 21,619,406	\$ 21,619,406	\$ 21,619,406	\$ 21,619,406	\$ 21,619,406
Total Revenue	21,619,406	21,619,406	21,619,406	21,619,406	21,619,406
Costs of Goods Sold					
Parties (Trained Trained Common and San Drive)	6,994,038	6,994,038	6,994,038	6,994,038	6,994,038
Benaits/Supplies/Shop/Safety	2,284,788	2,284,788	2,284,788	2,284,788	2,284,788
Insurance	326,390	326,390	326,390	326,390	326,390
Rentals	593,503	593,503	593,503	593,503	593,503
Property lax Total Cost of Goods Sold	13,377,578	13,377,578	13,377,578	13,377,578	13,377,578
Gross Profit	8,241,828	8,241,828	8,241,828	8,241,828	8,241,828
Gross Profit %	2.700.000	2,700,000	2,700,000	2,700,000	2,700,000
FRITDA	5,541,828	5,541,828	5,541,828	5,541,828	5,541,828
EBITDA Margin	26%	79%	79%	76%	792
Depreciation & Amortization	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
Operating Income	2,941,828	2,941,828	2,941,828	2,941,828	2,941,828
Other Income / (Expense) Restructuring Expense	1	•	1	•	1
Extraordinary Expense (mobilization, top drive) Interest Expense	(1,545,480)	(1,545,480)	(1,545,480)	(1,545,480)	(1,545,480)
Other Revenue (Top Drive, Turnkey) Interest Income	252,000	290,000	327,000	365,000	403,000
Total Other Income (Expense)	(1,293,480)	(1,255,480)	(1,218,480)	(1,180,480)	(1,142,480)
Income Before Income Tax	1,648,348	1,686,348	1,723,348	1,761,348	1,799,348
1,000/ +4::4+ (300/)	(240 676)	(323 235)	1301 (52)	(960 989)	(701 7AK)

DALMINE SIEETS	May 31 2011	0,000	Year	Year	Year	Year
	1 2 ADA 81A	riojecteu c 2 cEA 01A	T 3000 C 3	2 2 20 245	3 2 2 2 2 2 2 5	- 1
Casil Bortrictod Cach					CTC'9C7'7 ¢	5,258,515
Deht Service Account WSB	1	ı	829 234	1 441 164	1 926 634	2 419 125
Debt Service Account S. Deb.			2,546,448	4,459,163	6,206,645	7,983,286
Debt Service Account Sub. Deb.			,	1	1	1
Accounts Receivable, Net	6,336,875	6,336,875	5,354,438	4,442,344	4,442,344	4,442,344
Inventories	140,622	140,622	71,500	71,500	71,500	71,500
Prepaid & Other Current	1,030,293	1,030,293	909,293	909,293	909,293	909,293
Total Current Assets	10,922,915	10,062,604	12,117,476	13,581,779	15,814,731	18,083,863
Drilling Rigs and Related Equipment, Net	33,442,231	27,430,000	26,080,000	24,730,000	23,380,000	22,030,000
Other Assets, Net	2,916,016	1,974,500	2,014,500	2,054,500	2,094,500	2,134,500
Total Noncurrent Assets	36,358,247	29,404,500	28,094,500	26,784,500	25,474,500	24,164,500
Total Assets	\$ 47,281,162	\$ 39,467,104	\$ 40,211,976	\$ 40,366,279	\$ 41,289,231	\$ 42,248,363
Current Liabilities						
Accounts Payable	\$ 1,867,372	\$ 1,893,284	\$ 1,500,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000
Accrued Expenses	701,502	701,502	700,000	625,000	625,000	625,000
Notes Payable	135,891	216,000	192,000	168,000	155,000	155,000
Total Current Liabilities	2,704,765	2,810,786	2,392,000	2,143,000	2,130,000	2,130,000
Unsecured Plan Debt						
АР	1,016,499	1,016,499	508,249	1	i	,
Octane	4,108,100	•	4	ı	•	•
Subordinate Debentures Series 2009B	8,605,564	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000
Note Payable Sajac	289,457		1			1
Total Unsecured	14,019,620	8,626,499	8,118,249	7,610,000	7,610,000	7,610,000
Debt Instruments						
Bank Debt	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177
Senior Debentures Series 2009A	28,361,238	25,955,000	25,955,000	25,955,000	25,955,000	25,955,000
Total Debt	32,865,415	30,459,177	30,459,177	30,459,177	30,459,177	30,459,177
Shareholders' Equity						
Member Equity	(2,308,638)	(2 429 358)	1,671,908	2,583,460	3,519,412	4,478,544
Total Net Assets	(2,308,638)	(2,429,358)	(757,450)	154,102	1,090,054	2,049,186
Total Liabilities & Equity	\$ 47,281,162	\$ 39,467,104	\$ 40,211,976	\$ 40,366,279	\$ 41,289,231	\$ 42,248,363

Performance Drilling Debtors In Poss Cases 10-01851 and 10-01852
Cooring Attornative

BALANCE SHEETS	Year	Year	Year	Year	Year	Year
Current Assets	5	9	7	8	6	10
Cash	\$ 2,258,315	\$ 2,258,315	\$ 2,258,315	\$ 2,258,315	\$ 2,258,315	\$ 2,258,315
Restricted Cash		I	í	1	,	4
Debt Service Account WSB	2,916,114	3,417,601	3,923,587	4,433,951	4,504,177	4,504,177
Debt Service Account S. Deb.	9,778,610	11,592,615	13,425,302	15,276,180	17,145,739	19,033,980
Debt Service Account Sub. Deb.	ı	1		,	444,637	866'896
Accounts Receivable, Net	4,442,344	4,442,344	4,442,344	4,442,344	4,442,344	4,442,344
Inventories	71,500	71,500	71,500	71,500	71,500	71,500
Prepaid & Other Current	909,293	909,293	909,293	909,293	909,293	909,293
Total Current Assets	20,376,176	22,691,668	25,030,340	27,391,583	29,776,005	32,183,607
Drilling Rigs and Related Equipment, Net	20,680,000	19,330,000	17,980,000	16,630,000	15,280,000	13,930,000
Other Assets, Net	2,174,500	2,214,500	2,254,500	2,294,500	2,334,500	2,374,500
Total Noncurrent Assets	22,854,500	21,544,500	20,234,500	18,924,500	17,614,500	16,304,500
Total Assets	\$ 43,230,676	\$ 44,236,168	\$ 45,264,840	\$ 46,316,083	\$ 47,390,505	\$ 48,488,107
Current Liabilities						
Accounts Payable	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000	\$ 1,350,000
Accrued Expenses	625,000	625,000	625,000	625,000	625,000	625,000
notes rayable Total Current Liabilities	2.130.000	2.130.000	2.130,000	2.130.000	2.130.000	2.130.000
Unsecured Plan Debt		,				
АР	1	ı	1	•	Í	1
Octane		•				
Subordinate Debentures Series 2009B	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000
Note Payable Sajac		,	'		1 6	1 6
Total Unsecured	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000	7,610,000
Debt Instruments						
Bank Debt	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177	4,504,177
Senior Debentures Series 2009A	25,955,000	25,955,000	25,955,000	25,955,000	25,955,000	25,955,000
Total Debt	30,459,177	30,459,177	30,459,177	30,459,177	30,459,177	30,459,177
Shareholders' Equity						
Member Equity	5,460,857	6,466,349	7,495,021	8,546,264	9,620,686	10,718,288
Total Net Assets	3,031,499	4,036,991	5,065,663	6,116,906	7,191,328	8,288,930
Total Liabilities & Equito	\$ 43 230 676	\$ 44 236 168	\$ 45,264,840	\$ 46.316.083	\$ 47 390 505	\$ 48.488.107
	0.10(001/01.01	00-100-11				11

Performance Drilling Debtors in Poss	Cases 10-01851 and 10-01852	Secured Alternative
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STATEMENTS OF CASH FLOWS	Actual	Year	Year	Year	Year	Year
	1st QTR					
Operating Activities	2011	H	2	m	4	ហ
Net Income	\$ 33,930	\$ 1,671,908	\$ 911,552	\$ 935,952	\$ 959,132	\$ 982,312
Depreciation & Amortization	917,710	2,600,000	2,600,000	2,600,000	2,600,000	2,600,000
Accounts Receivable	(1,923,189)	982,438	912,094	r	1	•
Inventory	213,527	69,122				
Prepaid and Other	(486,952)	121,000	1	ı	I	1
Accounts Payable	1,260,471	(393,284)	(150,000)	Í	I	1
Accrued Expenses	72,739	(1,502)	(75,000)	ı	,	1
Sales Tax Payable	12,119	1	•	ı	I	•
Amortized OID Interest	366'68	1	1	1	•	•
	1	•	1	•	ı	ı
Net Cash Flows from Operating Activities	140,353	5,049,681	4,198,646	3,535,952	3,559,132	3,582,312
Investing Activities						
Decrease in Restricted Cash	3	,	1	ı	,	1
Transportation and Other Equipment	r	(40,000)	(40,000)	(40,000)	(40,000)	(40,000)
Drilling Equipment	188,700	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)	(1,250,000)
Net Cash Flows from Investing Activities	188,700	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)	(1,290,000)
Financing Activities						
Note Payable-Trucks	(2,696)	(24,000)	(24,000)	(13,000)		1
Note Payable-Insurance	(225,106)	1				ı
Note Payable-Parent	F	•	ı	•		1
WSB DSR	,	(829,234)	(611,931)	(485,470)	(492,491)	(496,989)
Note Payable-Senior Debentures Series 2009B DSR	1	(2,546,448)	(1,912,715)	(1,747,482)	(1,776,641)	(1,795,323)
Note Payable-Subordinate Debentures Series 2009B	1	ı	•	,	ı	,
Note Payable Accounts Payable/Accruals	•	(508,250)	(508,249)	1	1	,
Net Cash Flows from Financing Activities	(230,802)	(3,907,931)	(3,056,895)	(2,245,952)	(2,269,132)	(2,292,312)
Net Change in Cash	98,251	(148,250)	(148,249)		1	
	1					
Beginning Cash Ending Cash	2,997,580 \$ 3,095,831	2,554,814 \$ 2,406,564	2,406,564 \$ 2,258,315	2,258,315 \$ 2,258,315	2,258,315 \$ 2,258,315	2,258,315 \$ 2,258,315

Year	10 \$ 1,097,602 2,600,000	3,697,602	(40,000) (1,250,000) (1,290,000)	(1,888,241) (519,361)	(2,407,602) - - 2,258,315 \$ 2,258,315
Year	9 \$ 1,074,422 2,600,000	3,674,422	(40,000) (1,250,000) (1,290,000)	(70,226) (1,869,559) (444,637)	(2,384,422) - - 2,258,315 \$ 2,258,315
Year	8 \$ 1,051,242 2,600,000	3,651,242	(40,000) (1,250,000) (1,290,000)	510,365) (1,850,878)	(2,361,242) - - 2,258,315 \$ 2,258,315
Year	7 \$ 1,028,672 2,600,000	3,628,672	- (40,000) (1,250,000) (1,290,000)	(505,985)	(2,338,672) - - 2,258,315 \$ 2,258,315
Year	6 \$ 1,005,492 2,600,000	3,605,492	(40,000) (1,250,000) (1,290,000)	(501,487) (1,814,005)	(2,315,492) - - 2,258,315 \$ 2,258,315